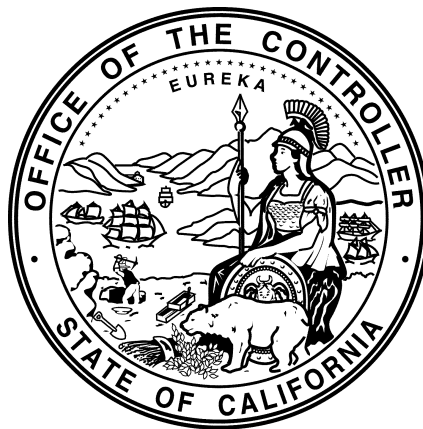


STATEMENT of GENERAL FUND CASH RECEIPTS and DISBURSEMENTS

September 2010



JOHN CHIANG
California State Controller



JOHN CHIANG
California State Controller

October 10, 2010

Users of the Statement of General Fund Cash Receipts and Disbursements:

Enclosed is the Statement of General Fund Cash Receipts and Disbursements for the period July 1, 2010 through September 30, 2010. This statement reflects the State of California's General Fund cash position and compares actual receipts and disbursements for the 2010-11 fiscal year to cash flow estimates prepared by the Department of Finance for the 2010-11 May Revision. The statement is prepared in compliance with Provision 8 of Budget Act item 0840-001-0001, using records compiled by the State Controller. Prior year actual amounts are also displayed for comparative purposes.

Attachment A compares actual receipts and disbursements for the 2010-11 fiscal year to cash flow estimates prepared by the Department of Finance based upon the 2010-11 May Revision.

These statements are also available on the Internet at the State Controller's website at www.sco.ca.gov under the category Monthly Financial Reports.

Any questions concerning this report may be directed to Michael Havey, Division Chief of Accounting and Reporting, at (916) 327-4144.

Sincerely,

Original signed by:

JOHN CHIANG
California State Controller

STATEMENT OF GENERAL FUND CASH RECEIPTS AND DISBURSEMENTS
A Comparison of Actual to 2010-11 May Revision Estimates
(Amounts in thousands)

	July 1 through September 30					
	2010				2009	
	Actual	Estimate (a)	Actual Over or (Under) Estimate		Actual	
			Amount	%		
GENERAL FUND BEGINNING CASH BALANCE	\$ -	\$ -	\$ -	-	\$ -	
Add Receipts:						
Revenues	19,662,468	18,430,000	1,232,468	6.7	19,399,161	
Nonrevenues	281,969	600,097	(318,128)	(d)(e) (53.0)	323,413	
Total Receipts	19,944,437	19,030,097	914,340	4.8	19,722,574	
Less Disbursements:						
State Operations	5,848,466	4,895,385	953,081	(d)(e) 19.5	4,444,316	
Local Assistance	15,501,744	22,304,112	(6,802,368)	(d)(e) (30.5)	18,452,829	
Capital Outlay	7,751	115,894	(108,143)	(93.3)	290,174	
Nongovernmental	1,261,583	(204,944)	1,466,527	(g) -	799,244	
Total Disbursements	22,619,544	27,110,447	(4,490,903)	(16.6)	23,986,563	
Receipts Over / (Under) Disbursements	(2,675,107)	(8,080,350)	5,405,243	-	(4,263,989)	
Net Increase / (Decrease) in Temporary Loans	2,675,107	8,080,350	(5,405,243)	(66.9)	4,263,989	
GENERAL FUND ENDING CASH BALANCE	-	-	-	-	-	
Special Fund for Economic Uncertainties	-	-	-	-	-	
TOTAL CASH	\$ -	\$ -	\$ -	-	\$ -	
BORROWABLE RESOURCES						
Available Borrowable Resources	\$ 20,365,261	\$ 28,790,737	\$ (8,425,476)	(f) (29.3)	\$ 28,339,171	
Outstanding Loans (b)	12,597,242	19,780,208	(7,182,966)	(36.3)	16,172,074	
Unused Borrowable Resources	\$ 7,768,019	\$ 9,010,529	\$ (1,242,510)	(13.8)	\$ 12,167,097	

General Note:

This report is based upon funded cash. Funded cash is cash reported to and recorded in the records of the State Controller's Office. Amounts reported as funded cash may differ from amounts in other reports to the extent there are timing differences in the recording of in-transit items.

Footnotes:

- (a) A Statement of Estimated Cash Flow for the 2010-11 fiscal year was prepared by the Department of Finance for the 2010-11 May Revision. Any projections or estimates are set forth as such and not as representation of facts. May Revision estimates include proposed Budget solutions, which are not enacted at the time of this publication.
- (b) Outstanding loan balance is comprised of \$12.6 billion of internal borrowing. Current balance is comprised of \$9.9 billion carried forward from June 30, 2010 plus current year Net Increase/Decrease in Temporary Loans of \$2.7 billion.
- (c) Negative amounts are the result of repayments received that are greater than disbursements made.
- (d) These amounts reflect the receipt of funds from the County Office of Education pursuant to Revenue and Tax Code Section 100.06, as added by Chapter 14, Statutes of 2009 (AB x4 15, Gaines, Prop 1A) as offsets to General Fund expenditures in accordance with Control Section 15.45 of the Budget Act of 2009. The total non-revenue receipts of \$22.6 million were applied to the following expenditures: \$9.9 million to Administrative Office of the Courts, \$4.2 million to California Department of Corrections and Rehabilitation, \$8.4 million to Health Care Services Medi-Cal Assistance, \$2 thousand to Department of Child Support Services and \$90 thousand to Department of Developmental Services.

Notes continued on page 2

SCHEDULE OF CASH RECEIPTS

(Amounts in thousands)

	Month of September		July 1 through September 30					2009
			2010					
	2010	2009	Actual	Estimate (a)	Actual Over or (Under) Estimate		Actual	
					Amount	%		
REVENUES								
Alcoholic Beverage Excise Tax	\$ 26,971	\$ 28,039	\$ 86,066	\$ 93,000	\$ (6,934)	(7.5)	\$ 84,830	
Corporation Tax	1,200,683	1,384,909	1,493,531	1,180,000	313,531	26.6	1,941,167	
Cigarette Tax	3,187	1,064	25,957	27,000	(1,043)	(3.9)	24,430	
Estate, Inheritance, and Gift Tax	394	207	1,244	-	1,244	-	1,352	
Insurance Companies Tax	368,776	398,408	510,842	507,000	3,842	0.8	521,429	
Personal Income Tax	4,056,860	3,998,662	10,089,066	9,447,000	642,066	6.8	9,572,533	
Retail Sales and Use Taxes	2,136,017	2,130,177	6,628,052	6,374,000	254,052	4.0	6,395,170	
Vehicle License Fees	120,535	126,289	385,381	381,000	4,381	1.1	356,369	
Pooled Money Investment Interest	3,964	-	6,193	12,000	(5,807)	(48.4)	-	
Not Otherwise Classified	60,659	143,596	436,136	409,000	27,136	-	501,881	
Total Revenues	7,978,046	8,211,351	19,662,468	18,430,000	1,232,468	6.7	19,399,161	
NONREVENUES								
Transfers from Special Fund for Economic Uncertainties	-	3,906	-	-	-	-	53,703	
Transfers from Other Funds	91,733	46,137	244,457	497,075	(252,618)	(50.8)	181,607	
Miscellaneous	3,170	10,101	37,512	103,022	(65,510)	(63.6)	88,103	
Total Nonrevenues	94,903	60,144	281,969	600,097	(318,128)	(53.0)	323,413	
Total Receipts	\$ 8,072,949	\$ 8,271,495	\$ 19,944,437	\$ 19,030,097	\$ 914,340	4.8	\$ 19,722,574	

See notes on page 1.

Footnotes:

- (e) These amounts reflect the shift of Redevelopment Agency monies pursuant to Revenue and Tax Code Section 100.06, as added by Chapter 14, Statutes of 2009 (AB x4 15, Gaines) as offsets to General Fund expenditures in accordance with Control Section 15.45 of the Budget Act of 2009. The total non-revenue receipts of \$100.2 million were applied to the following expenditures: \$30.5 million to Administrative Office of the Courts, \$14.4 million to California Department of Corrections and Rehabilitation, \$54.5 million to Health Care Services Medi-Cal Assistance, \$17 thousand to Department of Child Support Services and \$834.8 thousand to Department of Developmental Services.
- (f) California State Universities were subject to cash deferral of \$221 million pursuant to ABx8_5. In-lieu of the deferral, CSU is holding the transfer of funds in reserve in a borrowable fund. Estimates include \$10 billion RAN which has not materialized due to Budget impasse.
- (g) There is no federal mandate, court order or appropriation authority (due to the budget impasse) to make a portion of these payments. Pursuant to Government Code 16531.1, a \$1 billion advance from the General Fund is authorized to the Medi-Cal Providers Interim Payment Fund. In 2010, the American Recovery and Reinvestment Act of 2009 (ARRA) requires timely payment to certain Medi-Cal providers, hospitals and nursing homes, that would normally be subject to the \$1 billion limitation.
- (h) May Revision estimates were reduced by a \$493 million deferral of Supplement Security Income/State Supplementary Payment Program (SSI/SSP) pursuant to ABx8_5. Subsequently, this deferral was not implemented with the concurrence of DOF, STO, and SCO.
- (i) May Revision estimates reflect payment of K-12 apportionment in September 2010. However, ABx8_5 provided for a 30-day acceleration of the \$2.5 billion October deferral to September, which was implemented with the concurrence of DOF, STO, and SCO.

SCHEDULE OF CASH DISBURSEMENTS

(Amounts in thousands)

	Month of September		July 1 through September 30					
			2010				2009	
	2010	2009	Actual	Estimate (a)	Actual Over or (Under) Estimate		Actual	
					Amount	%		
STATE OPERATIONS (c)								
Legislative/Judicial/Executive	\$ 86,630	\$ 324,507	\$ 328,924	\$ 455,766	\$ (126,842)	(27.8)	\$ 528,097	
State and Consumer Services	42,436	54,333	124,384	188,867	(64,483)	(34.1)	132,852	
Business, Transportation and Housing	35,864	1,082	100,868	686	100,182	-	1,252	
Resources	100,463	173,215	305,134	404,169	(99,035)	(24.5)	356,715	
Environmental Protection Agency	1,406	9,615	10,440	18,549	(8,109)	(43.7)	12,816	
Health and Human Services:								
Health Services	47,194	77,340	123,174	142,552	(19,378)	(13.6)	148,823	
Mental Health	83,910	143,559	258,224	279,190	(20,966)	(7.5)	282,064	
Other Health and Human Services	80,229	82,658	299,230	191,097	108,133	56.6	200,609	
Education:								
University of California	23,482	(160,161)	103,332	281,919	(178,587)	(63.3)	(507,443)	
State Universities and Colleges	257,299	323,307	701,355	466,112	235,243	(f) 50.5	(129,788)	
Other Education	21,279	11,697	61,715	80,407	(18,692)	(23.2)	49,205	
Dept. of Corrections and Rehabilitation	611,011	1,226,416	1,886,834	1,691,312	195,522	(d)(e) 11.6	2,086,885	
General Government	171,492	124,938	545,719	(279,737)	825,456	-	400,144	
Public Employees Retirement								
System	(133,265)	(134,673)	(16,306)	(32,391)	16,085	-	8,159	
Debt Service	611,553	416,450	1,015,439	931,887	83,552	9.0	941,294	
Interest on Loans	-	(67,368)	-	75,000	(75,000)	(100.0)	(67,368)	
Total State Operations	2,040,983	2,606,915	5,848,466	4,895,385	953,081	19.5	4,444,316	
LOCAL ASSISTANCE (c)								
Public Schools - K-12	2,664,436	2,364,745	8,778,119	12,039,342	(3,261,223)	(i) (27.1)	8,013,100	
Community Colleges	11,551	476,871	730,823	1,468,220	(737,397)	(50.2)	1,433,604	
Debt Service-School Building Bonds	-	-	-	-	-	-	-	
Contributions to State Teachers' Retirement System	(1)	(1)	198,906	198,230	676	0.3	197,757	
Other Education	24,893	696,473	423,452	654,015	(230,563)	(35.3)	1,116,258	
Dept. of Corrections and Rehabilitation	1,947	141,836	2,760	8,198	(5,438)	(66.3)	144,622	
Dept. of Alcohol and Drug Program	9,172	58,743	37,467	98,808	(61,341)	(62.1)	49,971	
Dept. of Health Services:								
Medical Assistance Program	741,489	1,012,292	2,083,509	2,939,802	(856,293)	(d)(e)(g) (29.1)	3,093,072	
Other Health Services	9,285	184,947	2,807	90,669	(87,862)	(96.9)	165,532	
Dept. of Developmental Services	(502)	915,852	31,404	1,058,627	(1,027,223)	(d)(e)(g) (97.0)	809,848	
Dept. of Mental Health	(11,364)	57,046	101,020	237,164	(136,144)	(57.4)	146,778	
Dept. of Social Services:								
SSI/SSP/IHSS	514,007	846,318	1,505,323	1,468,397	36,926	(h) 2.5	1,274,151	
CalWORKs	389,455	932,900	748,547	1,040,242	(291,695)	(28.0)	896,283	
Other Social Services	133,792	337,370	269,961	303,833	(33,872)	(11.1)	327,544	
Tax Relief	-	964	2	1,698	(1,696)	(99.9)	963	
Other Local Assistance	220,829	371,732	587,644	696,867	(109,223)	(d)(e) (15.7)	783,346	
Total Local Assistance	4,708,989	8,398,088	15,501,744	22,304,112	(6,802,368)	(30.5)	18,452,829	

See notes on page 1.

(Continued)

SCHEDULE OF CASH DISBURSEMENTS (Continued)

(Amounts in thousands)

	Month of September		July 1 through September 30				
	2010	2009	Actual	Estimate (a)	Actual Over or (Under) Estimate		2009
					Amount	%	Actual
CAPITAL OUTLAY	995	12,828	7,751	115,894	(108,143)	(93.3)	290,174
NONGOVERNMENTAL (c)							
Transfer to Special Fund for Economic Uncertainties	-	-	-	-	-	-	-
Transfer to Budget Stabilization Account	-	-	-	-	-	-	-
Transfer to Other Funds	-	683,714	257,572	339,067	(81,495)	(24.0)	715,792
Transfer to Revolving Fund	(4,055)	68,656	(54,445)	-	(54,445)	-	71,073
Advance:							
MediCal Provider Interim Payment	-	-	1,000,000	-	1,000,000 (g)	-	-
State-County Property Tax Administration Program	46,364	10,810	65,389	-	65,389	-	30,627
Social Welfare Federal Fund	29,040	27,830	(6,933)	-	(6,933)	-	(8,929)
Tax Relief and Refund Account	-	-	-	-	-	-	-
Counties for Social Welfare	-	1	-	(544,011)	544,011	-	(9,319)
Total Nongovernmental	71,349	791,011	1,261,583	(204,944)	1,466,527	-	799,244
Total Disbursements	\$ 6,822,316	\$ 11,808,842	\$ 22,619,544	\$ 27,110,447	\$ (4,490,903)	(16.6)	\$ 23,986,563
TEMPORARY LOANS							
Special Fund for Economic Uncertainties	\$ -	\$ (3,906)	\$ -	\$ -	\$ -	-	\$ (53,703)
Budget Stabilization Account	-	-	-	-	-	-	-
Outstanding Registered Warrants Account	-	-	-	-	-	-	-
Other Internal Sources	(1,250,633)	(3,758,747)	2,675,107	(1,919,650)	4,594,757 (f)	-	(4,482,308)
Revenue Anticipation Notes	-	7,300,000	-	10,000,000	(10,000,000) (f)	(100.0)	8,800,000
Net Increase / (Decrease) Loans	\$ (1,250,633)	\$ 3,537,347	\$ 2,675,107	\$ 8,080,350	\$ (5,405,243)	(66.9)	\$ 4,263,989

See notes on page 1.

(Concluded)

COMPARATIVE STATEMENT OF REVENUES RECEIVED
All Governmental Cost Funds
(Amounts in thousands)

	July 1 through September 30			
	General Fund		Special Funds	
	2010	2009	2010	2009
MAJOR TAXES, LICENSES, AND INVESTMENT INCOME:				
Alcoholic Beverage Excise Taxes	\$ 86,066	\$ 84,830	\$ -	\$ -
Corporation Tax	1,493,531	1,941,167	-	-
Cigarette Tax	25,957	24,430	219,530	208,904
Estate, Inheritance, and Gift Tax	1,244	1,352	-	-
Insurance Companies Tax	510,842	521,429	40,376	-
Motor Vehicle Fuel Tax:				
Gasoline Tax	-	-	1,124,808	687,262
Diesel & Liquid Petroleum Gas	-	-	128,069	126,706
Jet Fuel Tax	-	-	599	402
Vehicle License Fees	385,381	356,369	532,239	536,357
Motor Vehicle Registration and Other Fees	-	-	945,018	897,824
Personal Income Tax	10,089,066	9,572,533	182,102	169,088
Retail Sales and Use Taxes	6,628,052	6,395,170	1,387,452	1,337,493
Pooled Money Investment Interest	6,193	-	(16)	(109)
Total Major Taxes, Licenses, and Investment Income	19,226,332	18,897,280	4,560,177	3,963,927
NOT OTHERWISE CLASSIFIED:				
Alcoholic Beverage License Fee	612	865	18,193	13,014
Electrical Energy Tax	-	-	212,633	124,569
Private Rail Car Tax	2	-	-	-
Penalties on Traffic Violations	-	-	15,480	16,301
Health Care Receipts	45	651	-	-
Revenues from State Lands	87	42,647	-	-
Abandoned Property	(21,853)	23,386	-	-
Trial Court Revenues	15,888	16,536	363,249	314,633
Horse Racing Fees	365	554	4,184	3,492
Miscellaneous	440,990	417,242	1,477,905	1,512,637
Not Otherwise Classified	436,136	501,881	2,091,644	1,984,646
Total Revenues, All Governmental Cost Funds	\$ 19,662,468	\$ 19,399,161	\$ 6,651,821	\$ 5,948,573

See notes on page 1.